



STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
Dee C. Hansen, Executive Director
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

March 27, 1986

W. K. Enterprises
3080 Spanish Trail Drive
Moab, Utah 84532

Attention: Ms. Wilene Shumway

FILE COPY

Ladies and Gentlemen:

RE: Permit Transfer and Bond Liability, Small Fry Mine,
ACT/037/022, San Juan County, Utah

Pursuant to your request for information regarding permit transfer for the Small Fry Mine from Hecla to W. K. Enterprises, enclosed please find a transfer permit form that must be completed and returned to the Division. A reclamation bond in the amount of \$19,990.00 was estimated in 1979 for the Small Fry Mine but must be escalated into 1987 dollars (using the Means Historical Cost Index for the Salt Lake City Area).

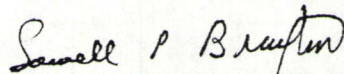
1979	-	\$19,990.00
1980	escalated @ 11.4%	- \$22,269.00
1981	escalated @ 9.9%	- \$24,473.00
1982	escalated @ 9.4%	- \$26,774.00
1983	escalated @ 1.04%	- \$27,052.00
1984	escalated @ 0.92%	- \$27,301.00
1985	escalated @ 2.9%	- \$28,093.00
1986	escalated @ 1.62%	- \$29,835.00
1987	escalated @ 1.62%	- \$30,318.00

The amount of \$30,318.00 (1987 dollars) must be posted. There are several forms of reclamation bonding that are acceptable. They include: cash, automatically renewable certificates of deposit, irrevocable letters of credit, and corporate sureties.

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If you have any questions about this, please don't
hesitate to call me.

Sincerely,



Lowell P. Braxton
Administrator
Mineral Resource Development
and Reclamation Program

PGL/btb
Enclosures
cc: Pam Grubaugh-Littig
John Whitehead
8808R-32 & 33